

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE NOTICE OF)	
PURCHASED GAS ADJUSTMENT)	
FILING OF WESTERN)	CASE NO. 8227-R
KENTUCKY GAS COMPANY)	

O R D E R

On October 9, 1981, the Commission issued its Order in Case No. 8227 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On August 4, 1983, Western Kentucky Gas Company ("Western") notified the Commission that its wholesale cost of gas would be increased by its supplier, Tennessee Gas Pipeline Company ("Tennessee Gas"), effective August 4, 1983, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Western's notice of August 4, 1983, set out certain revisions in rates which Western proposed to place into effect, said rates being designed to pass on the

wholesale increase in price from its supplier in the amount of \$41,837 or .12 cents per Mcf.

(2) Tennessee Gas has filed revised tariffs for increased rates to become effective August 4, 1983, in compliance with the Federal Energy Regulatory Commission Order issued in Docket No. RP 83-47.

(3) As a result of Tennessee Gas' late filing, Western cannot meet the statutory notice requirements necessary to make the effective date of its increase coincident with that of Tennessee Gas. Western proposes that its increase be effective with bills rendered on and after September 1, 1983.

(4) Western's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8227 dated October 9, 1981, is fair, just and reasonable and in the public interest and should be effective with bills rendered on and after September 1, 1983.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with bills rendered on and after September 1, 1983.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Western shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 17th day of August, 1983.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8227-R DATED AUGUST 17, 1983

The following rates and charges are prescribed for the customers served by Western Kentucky Gas Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES:

Applicable to : All Gas Rate Schedules

Purchased Gas Adjustment

To each bill rendered under the above named rate schedules there shall be added an amount equal to: \$0.8321 per Mcf of gas used during the billing period.

The base rates for the future application of the purchased gas adjustment clause of Western Kentucky Gas Company shall be:

<u>Texas Gas Transmission Corp.</u>	<u>Demand</u>	<u>Commodity</u>	<u>Gas Rate</u>
G-2	\$5.29/Mcf	\$3.2689/Mcf	-0-
G-3	6.11/Mcf	3.3148/Mcf	-0-
G-4	6.65/Mcf	3.3507/Mcf	-0-
<u>Tennessee Gas Pipeline Comp.</u>			
G-2	8.71/Mcf	.3409/Mcf	\$2.9132/Mcf
GS-2	-0-	.8474/Mcf	2.9132/Mcf
<u>Local Producers</u>	-0-	-0-	3.5157/Mcf